

TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman
Lynn Greer, Director
Melvin Malone, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

April 10, 2002

Mr. Harold DePriest, President and CEO
Electric Power Board of Chattanooga
Telecommunications
536 Market Street
P.O. Box 182255
Chattanooga, Tennessee 37422-7255

Dear Mr. DePriest:

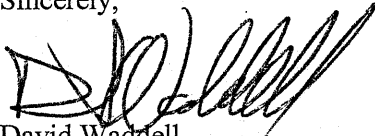
We have received the requested supplemental information in Docket No. 97-07488. However, the Staff needs additional information to adequately review the reporting requirements pursuant to Docket No. 97-07488. EPB is requested to provide the following information as clarification to the responses that were filed on March 15, 2002 and April 2, 2002. Please provide the information by April 25, 2002.

1. What is the General Allocator and how was the General Allocator calculated that was used in determining the amount allocated to the Telecommunications Division for the Board of Directors' expense and the Services of City of Chattanooga?
2. Please provide the General Allocator used in calculating the EPB Overhead of \$83,641.54.
3. How many poles are included in the \$34,990.68 and what is the duration of the rental contracts?
4. How many duct feet of conduit has EPB Telecommunications Division utilized?
5. How many square feet are included in the building rental amount of \$68,195.93? Is the \$68,195.93 for an entire year?
6. What functions are performed by Corporate Accounting? Please provide a breakdown of the \$38,854.41 by function.
7. How many telephones does the \$376.30 include?
8. Please provide a list of employees and the total salary expense with a breakdown of how much is allocated to the Telecommunications Division:
 - a. If salary is a direct expense, please provide an employee listing and a breakdown of the employee benefits corresponding to the \$164,584.51 amount provided.
 - b. If salary is an allocated expense, where is the allocation recorded?

9. Please provide a breakdown of the \$100,580.29 for Information Technology.
please include the number of PC's, the number
of labor hours and the number of mainframe hours.
10. Please provide a breakdown of the Operation Expenses of \$2,789,900 by account
name, account number and amount as stated in the Annual Report for EPB
Telecommunications Systems.

If you have any questions concerning this request or need additional information, please
call Patsy Fulton at 615-741-2904 ext. 193.

Sincerely,

A handwritten signature in black ink, appearing to read 'David Waddell', written over a horizontal line.

David Waddell
Executive Secretary